

RESOLUTION NO. 74447

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSE TO ESTABLISH NEW QUANTITY CHARGES FOR POTABLE WATER SERVICE EFFECTIVE JULY 1, 2008

WHEREAS, the current rates and charges for potable water service in areas served by the San José Municipal Water System (SJMWS) were adopted by this Council on June 26, 2007 in Resolution No. 73930; and

WHEREAS, in order to cover increases in wholesale water and other costs and expenses associated with providing potable water service costs, this Council desires to implement an 8.8 percent overall increase in potable water rates and charges for all customers of the SJMWS effective July 1, 2008; and

WHEREAS, an 8.8 percent overall increase in potable water rates and charges is consistent with Part 2.5 of Title 15 of the San José Municipal Code and is necessary to generate revenue to make the expenditures required and allowed under San José Municipal Code Section 4.80.630;

NOW THEREFORE BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SAN JOSE THAT:

1. Effective July 1, 2008, the following rates and charges are established for potable water service provided by the San José Municipal Water System:

RATES AND CHARGES FOR METERED SERVICE IN
ALVISO, EDENVALE, NORTH SAN JOSE AND COYOTE WATER SERVICE AREAS

GENERAL METERED SERVICE

APPLICABILITY:

This schedule is applicable to all metered water service.

TERRITORY:

All of that territory located within the Alviso Water Service Area as set forth in the San José Municipal Code Section 15.08.260, Edenvale Water Service Area as set forth in the San José Municipal Code Section 15.08.265, North San José Water Service Area as set forth in San José Municipal Code Section 15.08.280 and Coyote Water Service Area as set forth in San José Municipal Code Section 15.08.275.

RATES:

| <u>Service Charge</u> | <u>Per Meter Per Month</u> |
|------------------------------|---------------------------------------|
| For 5/8 x 3/4 - inch meter | \$ 7.88 |
| For 3/4 - inch meter | 8.05 |
| For 1 - inch meter | 14.01 |
| For 1-1/2 - inch meter | 28.02 |
| For 2 - inch meter | 43.19 |
| For 3 - inch meter | 81.72 |
| For 4 - inch meter | 124.91 |
| For 6 - inch meter | 163.44 |
| For 8 - inch meter | 233.48 |
| For 10 - inch meter | 291.86 |

Quantity Rates

Residential (excluding apartment buildings and mobile home parks)

Bimonthly Usage (Cu. Ft.)

| | | |
|----------------------|--------|------------------------|
| 1 st Tier | 0-1400 | \$1.80 per 100 cu. ft. |
|----------------------|--------|------------------------|

| | | |
|----------------------|-----------|------------------------|
| 2 nd Tier | 1401-2800 | \$2.06 per 100 cu. ft. |
| 3 rd Tier | 2801-4200 | \$2.28 per 100 cu. ft. |
| 4 th Tier | Over 4200 | \$2.52 per 100 cu. ft. |

Apartment Buildings and Mobile Home Parks

Bimonthly Usage (Cu. Ft.)

| | | | |
|----------------------|-----------|----------------------------|------------------------|
| 1 st Tier | 0-1400 | x number of dwelling units | \$1.80 per 100 cu. ft. |
| 2 nd Tier | 1401-2800 | x number of dwelling units | \$2.06 per 100 cu. ft. |
| 3 rd Tier | 2801-4200 | x number of dwelling units | \$2.28 per 100 cu. ft. |
| 4 th Tier | Over 4200 | x number of dwelling units | \$2.52 per 100 cu. ft. |

Non-Residential

All consumption levels - \$2.06 per 100 cu. ft., except in the McCarthy/Dixon Zone of the Alviso Service Area, which is defined as that portion of the Alviso service area that receives water purchased by the City of San José from the City of Milpitas. Within the McCarthy/Dixon Zone, the rate shall be \$4.83 per 100 cu. ft. effective July 24, 2006; and such rate shall be indexed to the price of water sold by Milpitas to San José, such that the rate shall automatically change concurrently with and equivalent to any change in the price paid by San José to Milpitas for water.

The Service Charge is a readiness-to-serve charge, which is added to the monthly charge computed at the Quantity Rates.

RATES AND CHARGES FOR METERED SERVICE IN

EVERGREEN WATER SERVICE AREA

SCHEDULE A

GENERAL METERED SERVICE FOR THE

EVERGREEN VALLEY AREA, PRESSURE ZONE NO. 1

(Note: See Schedule B for service to the Evergreen Valley Area, Pressure Zone No. 2. See Schedule C for service to the Evergreen Foothill Area, Pressures Nos. 3 and 4. See Schedule D for Pressure Zones No. 5 and 6.)

APPLICABILITY:

This schedule is applicable to all metered water service.

TERRITORY:

All of that area lying within Pressure Zone No. 1 of the Evergreen Water Service Area of the Municipal Water System, San José Municipal Code Section 15.08.270.

RATES:

| <u>Service Charge</u> | <u>Per Meter Per Month</u> |
|------------------------------|---------------------------------------|
| For 5/8 x 3/4 - inch meter | \$ 7.88 |
| For 3/4 - inch meter | 8.05 |
| For 1 - inch meter | 14.01 |
| For 1-1/2 - inch meter | 28.02 |
| For 2 - inch meter | 43.19 |
| For 3 - inch meter | 81.72 |
| For 4 - inch meter | 124.91 |
| For 6 - inch meter | 163.44 |
| For 8 - inch meter | 233.48 |
| For 10 - inch meter | 291.86 |

Quantity Rates

Residential (excluding apartment buildings and mobile home parks)

Bimonthly Usage (Cu. Ft.)

| | | |
|----------------------|-----------|------------------------|
| 1 st Tier | 0-1400 | \$1.80 per 100 cu. ft. |
| 2 nd Tier | 1401-2800 | \$2.06 per 100 cu. ft. |
| 3 rd Tier | 2801-4200 | \$2.28 per 100 cu. ft. |
| 4 th Tier | Over 4200 | \$2.52 per 100 cu. ft. |

Apartment Buildings and Mobile Home Parks

Bimonthly Usage (Cu. Ft.)

| | | | |
|----------------------|-----------|----------------------------|------------------------|
| 1 st Tier | 0 -1400 | x number of dwelling units | \$1.80 per 100 cu. ft. |
| 2 nd Tier | 1401-2800 | x number of dwelling units | \$2.06 per 100 cu. ft. |
| 3 rd Tier | 2801-4200 | x number of dwelling units | \$2.28 per 100 cu. ft. |
| 4 th Tier | Over 4200 | x number of dwelling units | \$2.52 per 100 cu. ft. |

Non-Residential

All consumption levels \$2.06 per 100 cu. ft.

The Service Charge is a readiness-to-serve charge which is added to the monthly charge computed at the Quantity Rates.

SCHEDULE B
GENERAL METERED SERVICE FOR THE
EVERGREEN VALLEY AREA, PRESSURE ZONE NO. 2

(Note: See Schedule A for service to the Evergreen Valley Area, Pressure Zone No. 1. See Schedule C for service to the Evergreen Foothill Area, Pressure Zones Nos. 3 and 4. See Schedule D for service to Pressure Zones Nos. 5 & 6)

APPLICABILITY:

This schedule is applicable to all metered water service.

TERRITORY:

All of that area lying within Pressure Zone No. 2 of the Evergreen Water Service Area of the Municipal Water System, San José Municipal Code Section 15.08.270.

RATES:

| <u>Service Charge</u> | <u>Per Meter Per Month</u> |
|------------------------------|---------------------------------------|
| For 5/8 x 3/4 - inch meter | \$ 7.88 |
| For 3/4 - inch meter | 8.05 |
| For 1 - inch meter | 14.01 |
| For 1-1/2 - inch meter | 28.02 |
| For 2 - inch meter | 43.19 |
| For 3 - inch meter | 81.72 |
| For 4 - inch meter | 124.91 |
| For 6 - inch meter | 163.44 |
| For 8 - inch meter | 233.48 |
| For 10 - inch meter | 291.86 |

Quantity Rates

Residential (excluding apartment buildings and mobile home parks)

Bimonthly Usage (Cu. Ft.)

| | | |
|----------------------|-----------|------------------------|
| 1 st Tier | 0-1400 | \$1.89 per 100 cu. ft. |
| 2 nd Tier | 1401-2800 | \$2.14 per 100 cu. ft. |
| 3 rd Tier | 2801-4200 | \$2.38 per 100 cu. ft. |
| 4 th Tier | Over 4200 | \$2.61 per 100 cu. ft. |

Apartment Buildings and Mobile Home Parks

Bimonthly Usage (Cu. Ft.)

| | | | |
|----------------------|-----------|----------------------------|------------------------|
| 1 st Tier | 0 -1400 | x number of dwelling units | \$1.89 per 100 cu. ft. |
| 2 nd Tier | 1401-2800 | x number of dwelling units | \$2.14 per 100 cu. ft. |
| 3 rd Tier | 2801-4200 | x number of dwelling units | \$2.38 per 100 cu. ft. |
| 4 th Tier | Over 4200 | x number of dwelling units | \$2.61 per 100 cu. ft. |

Non-Residential

All consumption levels \$2.14 per 100 cu. ft.

The Service Charge is a readiness-to-serve charge which is added to the monthly charge computed at the Quantity Rates.

SCHEDULE C

GENERAL METERED SERVICE FOR THE

EVERGREEN FOOTHILL AREA, PRESSURE ZONES NO. 3 AND 4

(Note: See Schedule A for service to the Evergreen Valley Area, pressure Zone no. 1. See Schedule C for service to the Evergreen Foothill Area, Pressure Zones Nos. 3 and 4. See Schedule D for service to Pressure Zones Nos. 5 & 6)

APPLICABILITY:

This schedule is applicable to all metered water service.

TERRITORY:

All of that area lying within Pressure Zones No. 3 and 4 of the Evergreen Water Service Area of the Municipal Water System, San José Municipal Code Section 15.08.270.

RATES:

| <u>Service Charge</u> | <u>Per Meter Per Month</u> |
|----------------------------|--------------------------------|
| For 5/8 x 3/4 - inch meter | \$ 7.88 |
| For 3/4 - inch meter | 8.05 |
| For 1 - inch meter | 14.01 |
| For 1-1/2 - inch meter | 28.02 |
| For 2 - inch meter | 43.19 |
| For 3 - inch meter | 81.72 |
| For 4 - inch meter | 124.91 |
| For 6 - inch meter | 163.44 |
| For 8 - inch meter | 233.48 |
| For 10 - inch meter | 291.86 |

Quantity Rates

Residential (excluding apartment buildings and mobile home parks)

Bimonthly Usage (Cu. Ft.)

| | | |
|----------------------|-----------|------------------------|
| 1 st Tier | 0-1400 | \$1.97 per 100 cu. ft. |
| 2 nd Tier | 1401-2800 | \$2.23 per 100 cu. ft. |
| 3 rd Tier | 2801-4200 | \$2.46 per 100 cu. ft. |
| 4 th Tier | Over 4200 | \$2.70 per 100 cu. ft. |

Apartment Buildings and Mobile Home Parks

Bimonthly Usage (Cu. Ft.)

| | | | |
|----------------------|-----------|----------------------------|------------------------|
| 1 st Tier | 0-1400 | x number of dwelling units | \$1.97 per 100 cu. ft. |
| 2 nd Tier | 1401-2800 | x number of dwelling units | \$2.23 per 100 cu. ft. |
| 3 rd Tier | 2801-4200 | x number of dwelling units | \$2.46 per 100 cu. ft. |
| 4 th Tier | Over 4200 | x number of dwelling units | \$2.70 per 100 cu. ft. |

Non-Residential

All consumption levels \$2.23 per 100 cu. ft.

The Service Charge is a readiness-to-serve charge which is added to the monthly charge computed at the Quantity Rates.

SCHEDULE D

**GENERAL METERED SERVICE FOR THE
EVERGREEN FOOTHILL AREA, PRESSURE ZONES NO. 5 AND 6**

(Note: See Schedule A for service to the Evergreen Valley Area, Pressure Zone No. 1. See Schedule B for service to the Evergreen Foothill Area, Pressure Zone No. 2. See Schedule C for service to the Evergreen Foothill Area, Pressure Zones Nos. 3 and 4.)

APPLICABILITY:

This schedule is applicable to all metered water service.

TERRITORY:

All of that area lying within Pressure Zones No. 5 and 6 of the Evergreen Water Service Area of the Municipal Water System, San José Municipal Code Section 15.08.270.

RATES:

| <u>Service Charge</u> | <u>Per Meter Per Month</u> |
|------------------------------|---------------------------------------|
| For 5/8 x 3/4 - inch meter | \$ 7.88 |
| For 3/4 - inch meter | 8.05 |
| For 1 - inch meter | 14.01 |
| For 1-1/2 - inch meter | 28.02 |
| For 2 - inch meter | 43.19 |
| For 3 - inch meter | 81.72 |
| For 4 - inch meter | 124.91 |
| For 6 - inch meter | 163.44 |
| For 8 - inch meter | 233.48 |
| For 10 - inch meter | 291.86 |

Quantity Rates

Residential (excluding apartment buildings and mobile home parks)

Bimonthly Usage (Cu. Ft.)

| | | |
|----------------------|-----------|------------------------|
| 1 st Tier | 0-1400 | \$2.07 per 100 cu. ft. |
| 2 nd Tier | 1401-2800 | \$2.33 per 100 cu. ft. |
| 3 rd Tier | 2801-4200 | \$2.56 per 100 cu. ft. |
| 4 th Tier | Over 4200 | \$2.77 per 100 cu. ft. |

Apartment Buildings and Mobile Home Parks

Bimonthly Usage (Cu. Ft.)

| | | | |
|----------------------|-----------|----------------------------|------------------------|
| 1 st Tier | 0-1400 | x number of dwelling units | \$2.07 per 100 cu. ft. |
| 2 nd Tier | 1401-2800 | x number of dwelling units | \$2.33 per 100 cu. ft. |
| 3 rd Tier | 2801-4200 | x number of dwelling units | \$2.56 per 100 cu. ft. |
| 4 th Tier | Over 4200 | x number of dwelling units | \$2.77 per 100 cu. ft. |

Non-Residential

All consumption levels \$2.33 per 100 cu. ft.

The Service Charge is a readiness-to-serve charge which is added to the monthly charge computed at the Quantity Rates.

2. The provisions of this Resolution shall be operative from and after July 1, 2008.
3. The foregoing schedule of rates and charges set forth in this Resolution shall be subject to change and may be changed by resolution of the City Council.

ADOPTED this 17th day of June, 2008, by the following vote:

AYES: CHIRCO, CONSTANT, NGUYEN, OLIVERIO, WILLIAMS,
REED.

NOES: CAMPOS, CHU, CORTESE, LICCARDO, PYLE.

ABSENT: NONE.

DISQUALIFIED: NONE.

CHUCK REED
Mayor

ATTEST:

LEE PRICE, MMC
City Clerk